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April 7, 1997

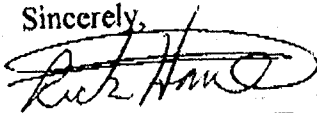
Mr. Tom Munson  
State Dept of Natural Resources  
355 West North temple  
3 Triad center, Suite 350  
Salt Lake City, Utah 84180-1203

Dear Tom:

Attached is the Reclamation Contract for the OK Mine development. The bond amount for the first phase (Phase 1) will be \$550,000 which includes contingency and escalation.

Centurion is in the final stages of a funding which is expected to close on April 25. Funds may not be available to Centurion until April 30. As such, Centurion wishes the board to approve the plan, bond amount (\$550,000), and form of surety (certificate of deposit). Centurion agrees that construction of the facility, exceeding what is allowed under our current Small Miner's Permit, will not commence until Wayne Hedberg has verified, in writing, that the certificate of deposit has been properly posted.

Sincerely,



Rick Havenstrite P.E.